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BEFORE THE ARIZONA CORPORATION COMMISSION

1 2 **COMMISSIONERS** 3 GARY PIERCE, Chairman **BOB STUMP** 4 SANDRA D. KENNEDY PAUL NEWMAN 5 **BRENDA BURNS** 6 IN THE MATTER OF THE APPLICATION OF 7 ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR 10 UTILITY SERVICE BY ITS ANTHEM WATER DISTRICT AND ITS SUN CITY WATER

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DOCKET NO. W-01303A-09-0343

Arizona Corporation Commission DOCKETED

JUL - 5 2011



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IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS ANTHEM/AGUA FRIA WASTEWATER DISTRICT, ITS SUN CITY WASTEWATER DISTRICT AND ITS SUN CITY WEST WASTEWATER DISTRICT, AND POSSIBLE RATE CONSOLIDATION FOR ALL OF ARIZONA-AMERICAN WATER

DISTRICT, AND POSSIBLE RATE

CONSOLIDATION FOR ALL OF ARIZONA-

AMERICAN WATER COMPANY'S DISTRICTS.

PROCEDURAL ORDER GRANTING INTERVENTION

BY THE COMMISSION:

COMPANY'S DISTRICTS.

On July 2, 2009, Arizona-American Water Company ("Company") filed with the Arizona Corporation Commission ("Commission") an application for rate increases for its Anthem Water district, Sun City Water district, Anthem/Agua Fria Wastewater district, Sun City Wastewater district, and Sun City West Wastewater district.

On January 6, 2011, the Commission issued Decision No. 72047 in these dockets.

On April 1, 2011, the Company filed its Compliance Application to Support Consideration of Stand-Alone Revenue Requirements and Rate Designs for the Anthem/Agua Fria Wastewater District

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("Compliance Application"), as required by Decision No. 72047.

On April 27, 2011, the Commission issued a Procedural Order Setting Hearing for Consideration of Compliance Application. The Procedural Order set a hearing to commence on October 17, 2011, and set associated procedural deadlines.

On May 24, 2011, the Company filed an Affidavit of Mailing indicating compliance with the public notice requirements of the April 27, 2011, Procedural Order.

Intervention in the proceeding on the Compliance Application has been granted to Verrado Community Association, Inc. ("Verrado"), Corte Bella Country Club Association, Inc. ("Corte Bella Country Club"), Frederick G. Botha, and the Russell Ranch Homeowners' Association, Inc. ("Russell Ranch HOA").

On June 23, 2011, the City of Phoenix ("Phoenix") docketed a filing titled "Motion to Intervene and Notice of Errors in Exhibit 'A' to Decision No. 72047 ("Motion").

The Motion indicates that Phoenix wishes to intervene in the proceeding on the Compliance Application.1

No objection was filed to Phoenix's Motion to Intervene.

Phoenix should be allowed to intervene and represent its interests in this proceeding on the Compliance Application.

IT IS THEREFORE ORDERED that the City of Phoenix is hereby granted intervention in this proceeding on the Compliance Application in order to represent its interests on the issue of Commission consideration of stand-alone revenue requirements and rate designs for the Anthem/Agua Fria Wastewater District.

Phoenix did not intervene in, and was not a party to, the proceeding that resulted in Decision No. 72047. However, in addition to requesting intervention in the proceeding on the Compliance Application, the Motion made a further request as follows:

Phoenix requests that the Commission set a limited rehearing [of Decision No. 72047] for the sole purpose to clarify pages ii, iv and vi to "Exhibit A" to set out a Wholesale Potable Water Rate of \$2.32 per one thousand gallons delivered and a Wheeling Water Rate of \$0.30 / Kgal delivered unless Arizona American can support a change in either rate by submitting an analysis to Phoenix of the actual costs paid or incurred by Arizona American with respect to providing the respective services under the Anthem Wholesale Water/Wastewater Service Agreement.

The Commission has not acted on the above-quoted request.

1 IT IS FURTHER ORDERED that all parties must comply with Arizona Supreme Court Rules 2 31, 38, and 42, and A.R.S. § 40-243 with respect to the practice of law. 3 IT IS FURTHER ORDERED that withdrawal of representation must be made in compliance 4 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Arizona 5 Supreme Court Rule 42). Representation before the Commission includes appearances at all hearings and procedural conferences, as well as all Open Meetings for which the matter is scheduled for 6 7 discussion, unless counsel has previously been granted permission to withdraw by the Administrative 8 Law Judge or the Commission. 9 IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113 - Unauthorized 10 Communications) continues to apply to this proceeding and shall remain in effect until the 11 Commission's Decision in this matter is final and non-appealable. 12 IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend, or waive any portion of this procedural order either by subsequent procedural order or by ruling at 13 14 hearing. DATED this day of July, 2011. 15 16 17 18 TEENA JIBILIAN ADMINISTRATIVE LAW JUDGE 19 Copies of the foregoing mailed/delivered 20 day of July, 2011 to: 21 Craig A. Marks Lawrence V. Robertson, Jr. CRAIG A. MARKS, PLC P.O. Box 1448 22 10645 N. Tatum Blvd., Ste. 200-676 Tubac, AZ 85646-1448 Phoenix, AZ 85028 Attorney for Anthem Community Council 23 Attorney for Arizona-American Water Co. Daniel Pozefsky, Chief Counsel 24 Judith M. Dworkin **RUCO** Roxanne S. Gallagher 1110 West Washington Street, Suite 220 25 SACKS TIERNEY PA Phoenix, AZ 85007 4250 North Drinkwater Blvd., 4th Floor 26 Scottsdale, AZ 85251-3693 Larry Woods, President Attorneys for Anthem Community Council PROPERTY OWNERS AND 27 RESIDENTS ASSOCIATION 13815 East Camino Del Sol

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